

Phatra Leasing Public Company Limited

Interim financial statements
for the three-month period ended
31 March 2017

and

Independent auditor's report on review of
interim financial information

Independent Auditor's Report on Review of Interim Financial Information

To the Board of Directors of Phatra Leasing Public Company Limited

I have reviewed the accompanying statement of financial position of Phatra Leasing Public Company Limited as at 31 March 2017; the statements of comprehensive income, changes in equity and cash flows for the three-month period ended 31 March 2017, and condensed notes ("interim financial information"). Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34, "Interim Financial Reporting". My responsibility is to express a conclusion on this interim financial information based on my review.

Scope of Review

I conducted my review in accordance with the Thai Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Thai Standards on Auditing and consequently does not enable me to obtain assurance that I would become aware of all significant matters that might be identified in an audit. Accordingly, I do not express an audit opinion.

Conclusion

Based on my review, nothing has come to my attention that causes me to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard 34, "Interim Financial Reporting".

(Bunyarit Thanormcharoen)
Certified Public Accountant
Registration No. 7900

KPMG Phoomchai Audit Ltd.
Bangkok
11 May 2017

Phatra Leasing Public Company Limited

Statement of financial position

Assets	Note	31 March	31 December
		2017	2016
		(Unaudited)	
		(in thousand Baht)	
Current assets			
Cash and cash equivalents		72,336	77,623
Receivables under operating lease contracts	4	198,857	205,722
Current portion of receivables under finance lease contracts	5	849,960	800,400
Other receivables	3, 6	346,246	310,764
Inventory		78,342	86,199
Assets held for sale		20,848	24,893
Other current assets		5,121	28,983
Total current assets		1,571,710	1,534,584
Non-current assets			
Receivables under finance lease contracts	5	1,439,048	1,195,791
Other long-term investment	3	-	-
Property and equipment	3, 7	9,642,180	10,225,575
Property foreclosed		23,992	23,992
Intangible assets		3,131	3,291
Deferred tax assets	8	256,023	238,065
Other non-current assets		8,471	8,392
Total non-current assets		11,372,845	11,695,106
Total assets		12,944,555	13,229,690

The accompanying notes are an integral part of these financial statements.

Phatra Leasing Public Company Limited

Statement of financial position

		31 March	31 December
	<i>Note</i>	2017	2016
Liabilities and equity		(Unaudited)	
		<i>(in thousand Baht)</i>	
<i>Current liabilities</i>			
Short-term loans from financial institutions	9	997,317	1,752,743
Trade accounts payable	3	93,320	107,766
Other payables		137,946	182,554
Current portion of debentures	9	2,199,498	1,899,673
Current portion of long-term loans from financial institutions	9	385,000	577,700
Total current liabilities		3,813,081	4,520,436
<i>Non-current liabilities</i>			
Debentures	9	4,846,416	4,946,320
Long-term loans from financial institutions	9	1,176,200	717,910
Advances received from lessees for exercising purchase option and guarantee deposits		144,529	141,308
Rental income received in advance		104,717	101,779
Employee benefit obligations		51,052	49,723
Total non-current liabilities		6,322,914	5,957,040
Total liabilities		10,135,995	10,477,476
<i>Equity</i>			
Share capital			
Authorised share capital		646,200	646,200
Issued and paid-up share capital		596,493	596,493
Premium on ordinary shares		645,118	645,118
Retained earnings			
Appropriated			
Legal reserve		64,559	64,559
Unappropriated		1,502,390	1,446,044
Total equity		2,808,560	2,752,214
Total liabilities and equity		12,944,555	13,229,690

The accompanying notes are an integral part of these financial statements.

Phatra Leasing Public Company Limited
Statement of comprehensive income (Unaudited)

		Three-month period ended	
		31 March	
	<i>Note</i>	2017	2016
		<i>(in thousand Baht)</i>	
<i>Income</i>			
Rental income from operating lease contracts	3	659,255	730,330
Income from finance lease contracts		36,977	29,378
Revenue from sale of assets under operating lease contracts		239,452	284,524
Gain on disposal of equipment and assets held for sale		811	762
Other income	3	10,415	9,828
Total income		946,910	1,054,822
<i>Expenses</i>			
Direct rental costs	3	530,370	555,649
Cost of sale of assets under operating lease contracts		245,007	297,556
Administrative expenses	3	60,947	60,407
Doubtful accounts expense	5	-	33,503
Finance costs		72,197	86,220
Total expenses		908,521	1,033,335
Profit before income tax		38,389	21,487
Income tax expense (benefit)	12	(17,957)	5,168
Profit for the period		56,346	16,319
<i>Other comprehensive income</i>			
Other comprehensive income for the period, net of income tax		-	-
Total comprehensive income for the period		56,346	16,319
<i>Earnings per share (Baht)</i>			
	13		
Basic earnings per share		0.09	0.03
Diluted earnings per share		0.09	0.03

The accompanying notes are an integral part of these financial statements.

Phatra Leasing Public Company Limited

Statements of changes in equity (Unaudited)

	<u>Retained earnings</u>				
	Issued and paid-up share capital	Premium on ordinary shares	Legal reserve	Unappropriated	Total equity
	<i>(in thousand Baht)</i>				
Three-month period ended 31 March 2016					
Balance at 1 January 2016	596,493	645,118	53,550	1,344,392	2,639,553
Comprehensive income for the period					
Profit for the period	-	-	-	16,319	16,319
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income for the period	-	-	-	16,319	16,319
Balance at 31 March 2016	596,493	645,118	53,550	1,360,711	2,655,872

The accompanying notes are an integral part of these financial statements.

Phatra Leasing Public Company Limited

Statements of changes in equity (Unaudited)

			Retained earnings		
	Issued and paid-up share capital	Premium on ordinary shares	Legal reserve	Unappropriated	Total equity
	<i>(in thousand Baht)</i>				
Three-month period ended 31 March 2017					
Balance at 1 January 2017	596,493	645,118	64,559	1,446,044	2,752,214
Comprehensive income for the period					
Profit for the period	-	-	-	56,346	56,346
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income for the period	-	-	-	56,346	56,346
Balance at 31 March 2017	596,493	645,118	64,559	1,502,390	2,808,560

The accompanying notes are an integral part of these financial statements.

Phatra Leasing Public Company Limited

Statement of cash flows (Unaudited)

	Three-month period ended	
	31 March	
	2017	2016
	<i>(in thousand Baht)</i>	
<i>Cash flows from operating activities</i>		
Profit for the period	56,346	16,319
<i>Adjustments to reconcile profit to cash receipts (payments)</i>		
Depreciation and amortisation	430,506	452,073
Financial costs	72,197	86,220
Doubtful accounts expense	-	33,503
Loss (Gain) on disposal of equipment	178	(950)
Employee benefit obligations	1,329	1,042
Income tax expense	(17,957)	5,168
	<u>542,599</u>	<u>593,375</u>
<i>Change in operating assets and liabilities</i>		
Receivables under operating lease contracts	6,865	(22,018)
Receivables under finance lease contracts	112,364	90,695
Other receivables	7,275	(19,740)
Inventory	245,007	297,556
Assets held for sales	4,045	3,065
Other current assets	23,862	(622)
Other non-current assets	(1,504)	(392)
Trade accounts payable	(13,577)	(148,258)
Other payables	(12,122)	12,080
Advances received from lessees for exercising purchase option and guarantee deposits	3,221	(4,997)
Rental income received in advance	<u>2,938</u>	<u>9,750</u>
Cash generated from operating activities	920,973	810,494
Cash paid for purchase operating lease assets	(489,313)	(368,246)
Taxes paid	<u>(42,757)</u>	<u>(11,476)</u>
Net cash from operating activities	<u>388,903</u>	<u>430,772</u>

The accompanying notes are an integral part of these financial statements.

Phatra Leasing Public Company Limited

Statement of cash flows (Unaudited)

	Three-month period ended	
	31 March	
	2017	2016
	<i>(in thousand Baht)</i>	
<i>Cash flows from investing activities</i>		
Acquisition of equipment	(178)	(224)
Proceeds from sale of equipment	508	4,888
Net cash from investing activities	330	4,664
<i>Cash flows from financing activities</i>		
Financial costs paid	(100,110)	(120,205)
Proceeds from short-term loans from financial institutions	855,000	1,135,000
Repayment of short-term loans from financial institutions	(1,615,000)	(1,200,000)
Proceeds from issuance of debentures	700,000	1,200,000
Repayment of debentures	(500,000)	(1,000,000)
Proceeds from long-term loans	650,000	-
Repayment of long-term loans	(384,410)	(491,330)
Net cash used in financing activities	(394,520)	(476,535)
Net decrease in cash and cash equivalents	(5,287)	(41,099)
Cash and cash equivalents at 1 January	77,623	80,134
Cash and cash equivalents at 31 March	72,336	39,035

The accompanying notes are an integral part of these financial statements.

Phatra Leasing Public Company Limited
Notes to the interim financial statements
For the three-month period ended 31 March 2017 (Unaudited)

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Phatra Leasing Public Company Limited
Notes to the interim financial statements
For the three-month period ended 31 March 2017 (Unaudited)

These notes form an integral part of the interim financial statements.

The interim financial statements issued for Thai regulatory reporting purposes are prepared in the Thai language. These English language financial statements have been prepared from the Thai language statutory financial statements, and were approved and authorised for issue by the director on 11 May 2017.

1 General information

Phatra Leasing Public Company Limited, the “Company”, is incorporated in Thailand and has its registered office at 252/6, 29th Floor, Muang Thai Phatra Complex, Rachadaphisek Road, Huaykwang, Bangkok 10320.

The Company was listed on the Stock Exchange of Thailand on 15 August 1996.

The Company’s major shareholder during the period was Muang Thai Life Assurance Public Company Limited (10.00% shareholding) which was incorporated in Thailand.

The principal activities of the Company are to provide leasing services to corporate enterprises.

2 Basis of preparation of the interim financial statements

(a) Statement of compliance

The interim financial statements are prepared on a condensed basis in accordance with Thai Accounting Standard (TAS) No. 34 (revised 2016) *Interim Financial Reporting*; guidelines promulgated by the Federation of Accounting Professions (FAP); and applicable rules and regulations of the Thai Securities and Exchange Commission.

The interim financial statements are prepared to provide an update on the financial statements for the year ended 31 December 2016. They do not include all of the financial information required for full annual financial statements but focus on new activities, events and circumstances to avoid repetition of information previously reported. Accordingly, these interim financial statements should be read in conjunction with the financial statements of the Company for the year ended 31 December 2016.

The accounting policies and methods of computation applied in these interim financial statements are consistent with those applied in the financial statements for the year ended 31 December 2016 except that the Company has adopted all the new and revised TFRS that are effective for annual periods beginning on or after 1 January 2017. The adoption of these new and revised TFRS did not have any material effect on the accounting policies, methods of computation, financial performance or position of the Company.

(b) Functional and presentation currency

The interim financial statements are presented in Thai Baht, which is the Company’s functional currency. All financial information presented in Thai Baht has been rounded to the nearest thousand unless otherwise stated.

Phatra Leasing Public Company Limited
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(c) Use of estimates and judgements

The preparation of interim financial statements in conformity with TFRS requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

In preparing these interim financial statements, the significant judgements made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements for the year ended 31 December 2016.

3 Related parties

For the purposes of these financial statements, parties are considered to be related to the Company if the Company has the ability, directly or indirectly, to control or joint control the party or exercise significant influence over the party in making financial and operating decisions, or vice versa, or where the Company and the party are subject to common control or common significant influence. Related parties may be individuals or other entities.

Relationships with key management and related parties were as follows:

Name of entities/Person	Country of incorporation/ Nationality	Nature of relationships
Key management personnel	Thailand	Persons having authority and responsibility for planning directing and controlling the activities of the entity, directly or indirectly, including any director, a managing director, the first 4 executive levels in the organisation chart and all the forth executive including other equivalent positions of the for the executive downward from the managing director (whether executive or otherwise) of the Company.
Muang Thai Life Assurance Plc.	Thailand	10.00% shareholding, some common directors
Muang Thai Insurance Plc.	Thailand	8.89% shareholding, some common directors
Muang Thai Real Estate Plc.	Thailand	Holding share 0.39% and some common directors

The pricing policies for transactions with related parties are explained further below:

Transactions	Pricing policies
Rental income from operating lease contracts	At contractually agreed rate
Discount on insurance premium	At contractually agreed rate
Insurance premium	At contractually agreed rate

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Significant transactions for the three-month periods ended 31 March 2017 and 2016 with key management and related parties were as follows:

<i>Three-month period ended 31 March</i>	2017	2016
	<i>(in thousand Baht)</i>	
Other related parties		
Rental income from operating lease contracts	10,365	9,682
Discount on insurance premium	2,034	1,987
Insurance premium expenses	20,860	23,346

Key management personnel compensation

Key management personnel compensation represents benefits provided to directors and executives of the Company. These comprise management compensation such as salaries, related benefits, included post-employment benefits and directors' remuneration.

<i>Three-month period ended 31 March</i>	2017	2016
	<i>(in thousand Baht)</i>	
Short-term employee benefits	6,978	6,169
Post-employment benefits	698	617
Total	7,676	6,786

Significant balances as at 31 March 2017 and 31 December 2016 with related parties were as follows:

	31 March 2017	31 December 2016
	<i>(in thousand Baht)</i>	
Other receivables - prepaid insurance expenses		
Muang Thai Insurance Plc.	43,268	42,317
Other long-term investment		
Muang Thai Real Estate Plc. (Net of allowance for impairment amounted Baht 4.1 million)	-	-
Property and equipment - assets held for lease under operating lease contracts		
Muang Thai Life Assurance Plc.	139,759	119,999
Muang Thai Insurance Plc.	51,682	53,185
Trade accounts payable - accrued insurance premium		
Muang Thai Insurance Plc.	2,137	4,324

4 Receivables under operating lease contracts

	31 March 2017	31 December 2016
	<i>(in thousand Baht)</i>	
Receivables under operating lease contracts	201,331	208,196
Defaulted receivables	73,732	73,732
Less allowance for doubtful accounts	(76,206)	(76,206)
Net	198,857	205,722

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Notes to the interim financial statements
For the three-month period ended 31 March 2017 (Unaudited)

Aging analyses for receivables under operating lease contracts were as follows:

	31 March 2017	31 December 2016
	<i>(in thousand Baht)</i>	
Normal receivables		
Within credit terms	120,077	148,225
Overdue:		
Less than 3 months	69,637	48,026
3 – 6 months	1,652	1,268
6 – 12 months	1,983	4,757
More than 12 months	7,982	5,920
Total normal receivables	201,331	208,196
Defaulted receivables	73,732	73,732
Total receivables under operating lease contracts	275,063	281,928
Less allowance for doubtful accounts	(76,206)	(76,206)
Net	198,857	205,722

The normal credit term granted by the Company is 30 days.

5 Receivables under finance lease contracts

	Portion due within one year		Portion due after one year but within five year		Total	
	31 March 2017	31 December 2016	31 March 2017	31 December 2016	31 March 2017	31 December 2016
	<i>(in thousand Baht)</i>					
Normal receivables						
Receivables under finance lease contracts	911,788	843,906	1,579,843	1,297,881	2,491,631	2,141,787
Less unearned interest income	(121,675)	(102,987)	(136,382)	(98,043)	(258,057)	(201,030)
Total normal receivables	790,113	740,919	1,443,461	1,199,838	2,233,574	1,940,757
Defaulted receivables	108,476	108,476	-	-	108,476	108,476
Total receivables under finance lease contracts	898,589	849,395	1,443,461	1,199,838	2,342,050	2,049,233
Less allowance for doubtful accounts	(48,629)	(48,995)	(4,413)	(4,047)	(53,042)	(53,042)
Net receivables under finance lease contracts	849,960	800,400	1,439,048	1,195,791	2,289,008	1,996,191

	2017	2016
	<i>(in thousand Baht)</i>	
Doubtful debts expense for the three-month period ended 31 March	-	33,503

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For the three-month period ended 31 March 2017 (Unaudited)

Aging analyses for receivables under finance lease contracts were as follows:

	31 March 2017	31 December 2016
	<i>(in thousand Baht)</i>	
Normal receivables		
Not yet due	2,451,972	2,103,067
Overdue:		
Less than 3 months	15,395	18,817
3 - 6 months	4,624	4,352
6 - 12 months	6,594	4,856
More than 12 months	13,046	10,695
Total normal receivable	2,491,631	2,141,787
Defaulted receivables	108,476	108,476
Total receivables under finance lease contracts	2,600,107	2,250,263
Less unearned interest income	(258,057)	(201,030)
Less allowance for doubtful accounts	(53,042)	(53,042)
Net	2,289,008	1,996,191

The normal credit term granted by the Company is 30 days.

As at 31 March 2017 and 31 December 2016, the gross investment under finance lease contracts and present value of minimum lease payments receivable were as follows:

	31 March 2017		31 December 2016	
	Gross investment under finance lease Contracts	Present value of minimum lease payments under finance lease contracts <i>(in thousand Baht)</i>	Gross investment under finance lease contracts	Present value of minimum lease payments under finance lease contracts
Portion due within one year	1,020,264	898,589	952,382	849,395
Portion due after one year but within five years	1,579,843	1,443,461	1,297,881	1,199,838
Total	2,600,107	2,342,050	2,250,263	2,049,233
Less unearned interest	(258,057)		(201,030)	
Net investment under finance lease contracts	2,342,050		2,049,233	

Phatra Leasing Public Company Limited
Notes to the interim financial statements
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6 Other receivables

	<i>Note</i>	31 March 2017 <i>(in thousand Baht)</i>	31 December 2016
Prepaid insurance expenses			
- related party	3	43,268	42,317
- other parties		52,848	54,348
Withholding tax deduct at source		159,707	116,949
Prepaid expenses		41,743	41,275
Refundable Value Added Tax		440	11,466
Receivable from Revenue Department		10,505	10,505
Other receivables – net allowance for doubtful account of Baht 89.2 million		37,735	33,904
Total		346,246	310,764

7 Property and equipment

Acquisition, disposal and transfer of equipment during the three-month periods ended 31 March 2017 and 2016 was as follows:

	2017			2016		
	Acquisitions - at cost	Disposals - net book value	Transfer in (out) - net book value <i>(in thousand Baht)</i>	Acquisitions - at cost	Disposals - net book value	Transfer in (out) - net book value
Assets held for lease under operating lease contracts (mainly vehicles)	489,313	-	(643,200)	365,738	-	(255,493)
Furnitures, fixtures and office equipment	178	(1)	-	224	(6)	-
Vehicles	-	(685)	-	-	(3,931)	(1,329)
Asset held for future lease	-	-	-	2,508	-	-
Total	489,491	(686)	(643,200)	368,470	(3,937)	(256,822)

8 Deferred tax assets

Deferred tax assets and liabilities as at 31 March 2017 and 31 December 2016 were as follows:

	31 March 2017 <i>(in thousand Baht)</i>	31 December 2016
Deferred tax assets	266,935	248,554
Deferred tax liabilities	(10,912)	(10,488)
Net deferred tax assets	256,023	238,066

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Movements in total deferred tax assets and liabilities during the period were as follows:

	At 1 January 2017	(Charged) / Credit to Profit or loss (note 12) (in thousand Baht)	At 31 March 2017
<i>Deferred tax assets</i>			
Depreciation of asset held for lease	103,380	581	103,961
Tax loss carry forward	52,759	14,365	67,124
Allowance for doubtful accounts	43,682	-	43,682
Allowance for decline in value of inventory	1,205	-	1,205
Accrued income on leases in arrears more than three months	18,997	2,488	21,485
Advance received from lessee for exercising purchase option	14,558	682	15,240
Allowance for loss on impairment of investment and immovable property foreclosed	4,028	-	4,028
Employee benefits obligations	9,945	265	10,210
Total	248,554	18,381	266,935
<i>Deferred tax liabilities</i>			
Differences in income recognition of operating and finance lease contracts	(8,335)	(292)	(8,627)
Depreciation of office condominium	(2,153)	(132)	(2,285)
Total	(10,488)	(424)	(10,912)
Net	238,066	17,957	256,023

Deferred tax assets and liabilities as at 31 March 2016 and 31 December 2015 were as follows:

	31 March 2016	31 December 2015
	(in thousand Baht)	
Deferred tax assets	159,728	147,830
Deferred tax liabilities	(11,099)	(10,450)
Net deferred tax assets	148,629	137,380

Phatra Leasing Public Company Limited
Notes to the interim financial statements
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Movements in total deferred tax assets and liabilities during the period were as follows:

	At 1 January 2016	(Charged) / Credit to Profit or loss (note 12) (in thousand Baht)	At 31 March 2016
<i>Deferred tax assets</i>			
Depreciation of asset held for lease	97,591	3,483	101,074
Allowance for doubtful accounts	12,218	6,700	18,918
Allowance for decline in value of inventory	1,302	-	1,302
Accrued income on leases in arrears more than three months	10,502	1,947	12,449
Advance received from lessee for exercising purchase option	14,604	(440)	14,164
Allowance for loss on impairment of investment and immovable property foreclosed	4,028	-	4,028
Employee benefits obligations	7,585	208	7,793
Total	147,830	11,898	159,728
<i>Deferred tax liabilities</i>			
Differences in income recognition of operating and finance lease contracts	(8,837)	(515)	(9,352)
Depreciation of office condominium	(1,613)	(134)	(1,747)
Total	(10,450)	(649)	(11,099)
Net	137,380	11,249	148,629

9 Interest-bearing liabilities

9.1 Short-term loans from financial institutions

	31 March 2017	31 December 2016
	(in thousand Baht)	
<i>Current - unsecured</i>		
Promissory notes	-	360,000
Bills of exchange	1,000,000	1,400,000
Less unamortised discount on bills of exchange	(2,683)	(7,257)
Short-term loans from financial institutions	997,317	1,752,743

As at 31 March 2017, the Company had overdraft lines and other credit facilities, excluding bills of exchange, with various local banks totaling Baht 2,300 million (31 December 2016: Baht 2,300 million) which bear interest at the Money Market Rate (MMR) at the transaction date. As at 31 March 2017, the Company had unutilised credit facilities totaling Baht 2,150 million (31 December 2016: Baht 1,806 million).

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9.2 Debentures

	31 March 2017	31 December 2016
	<i>(in thousand Baht)</i>	
Unsecured debentures - at face value	7,050,000	6,850,000
<i>Less</i> unamortised deferred charges on debenture issuance	<u>(4,086)</u>	<u>(4,008)</u>
	7,045,914	6,845,992
<i>Less</i> current portion due within one year (net of unamortised deferred charges on debenture issuance)	<u>(2,199,498)</u>	<u>(1,899,673)</u>
Debentures, non-current portion	<u>4,846,416</u>	<u>4,946,319</u>

During the three-month period ended 31 March 2017, the Company issued unsecured, name registered, unsubordinated and no-trustee debentures which were offered to the institutional investors specified in the Notification of the Securities and Exchange Commission. The details of issuance of debentures were as follows:

Debenture issued on	16 February 2017
Unit and value	700,000 units of par value of Baht 1,000 each
Total debenture value	Baht 700 million
Period and maturity date	2 years 3 months, will mature on 16 May 2019
Interest rate	Fixed interest rate of 2.56% per annum
Interest payment due	Every 16 February and 16 August of each year

9.3 Long-term loans from financial institutions

	31 March 2017	31 December 2016
	<i>(in thousand Baht)</i>	
Long-term loans from financial institutions - unsecured	1,561,200	1,295,610
<i>Less</i> current portion due within one year	<u>(385,000)</u>	<u>(577,700)</u>
Long-term loans from financial institutions, non-current portion	<u>1,176,200</u>	<u>717,910</u>

In March 2017, the Company entered into long-term loan agreements with two banks for credit lines of Baht 500 million and Baht 150 million, respectively. As at 30 March 2017, the Company has drawn down the loan in full. The loan has a fixed interest rate. The Company will repay principal installments on a quarterly basis and the maturity date of the final installment will be in March 2020.

The periods to maturity of interest-bearing liabilities as at 31 March 2017 and 31 December 2016 were as follows:

	31 March 2017	31 December 2016
	<i>(in thousand Baht)</i>	
Within one year	3,581,815	4,230,116
After one year but within five years	<u>6,022,616</u>	<u>5,664,229</u>
Total	<u>9,604,431</u>	<u>9,894,345</u>

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10 Warrants

The Company had warrants to purchase new ordinary shares of the Company. The details of warrants are as follows:

Name of warrants	:	Warrants to purchase the new ordinary shares of Phatra Leasing Public Company Limited No.1 (PL-W1)
Allocated to	:	Existing common shareholders at an offering ratio of 3 new ordinary shares per 1 unit of warrant
Number of warrants issued	:	Not exceeding 49,707,730 units
Offering price	:	Baht 0.00 per unit
Number of listed warrants	:	49,707,319 units
Maturity	:	3 years
Exercise price	:	Baht 3.966 per share
Exercise right per unit	:	Warrant 1 unit to 1.009 ordinary share
Exercise period	:	The holders of warrants are able to exercise the warrants on the last business day of March, June, September and December each year throughout the term of the warrants. The first exercise date shall be after the second anniversary of the warrants.

On 8 May 2017, the Company adjusted exercise price from previous right Baht 3.966 per share to Baht 3.962 per share and exercise ratio from 1 unit of the warrants per 1.009 ordinary share to 1 unit of the warrants per 1.010 ordinary share.

11 Segment information

Information about reportable segments:

	Land vehicles		Others		Total	
<i>Three-month period ended 31 March</i>	2017	2016	2017	2016	2017	2016
			<i>(in thousand Baht)</i>			
External revenue	614,909	678,483	81,323	81,226	696,232	759,709
Total segment revenue	614,909	678,483	81,323	81,226	696,232	759,709
Segment gross profit	139,898	175,009	25,964	29,051	165,862	204,060
Segment assets as at						
31 March /						
31 December	10,305,714	10,543,068	1,817,762	1,887,424	12,123,476	12,430,492

Reconciliation of reportable segment profit or loss and assets

<i>Three-month period ended 31 March</i>	2017	2016
	<i>(in thousand Baht)</i>	
Profit or loss		
Total gross profit for reportable segments	165,862	204,060
Unallocated amounts	(127,473)	(182,573)
Profit before income tax	38,389	21,487
Assets		
Total assets for reportable segments	12,123,476	12,430,492
Unallocated amounts	821,079	799,198
Total assets	12,944,555	13,229,690

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12 Income tax expense (benefit)

	<i>Note</i>	2017 <i>(in thousand Baht)</i>	2016
<i>Income tax recognised in profit or loss for the Three-month period ended 31 March</i>			
Current year tax expense			
Current year		-	16,417
		<u>-</u>	<u>16,417</u>
Deferred tax expense			
Movements in temporary differences	8	(17,957)	(11,249)
Total income tax expense (benefit)		<u>(17,957)</u>	<u>5,168</u>

		2017		2016
	Tax rate (%)	(in thousand Baht)	Tax rate (%)	(in thousand Baht)
<i>Reconciliation of effective tax rate for the Three-month period ended 31 March</i>				
Profit before income tax expense		<u>38,389</u>		<u>21,487</u>
Income tax using the Thai corporation tax rate	20.0	7,678	20.0	4,297
Expenses not deductible for tax purpose		275		1,032
Income not subject to tax		(15)		(161)
Addition deductible expense for tax purpose		(36,296)		-
Unrecognised loss carry forward to deferred tax asset		10,401		-
Total		<u>(47.0)</u>	<u>24.0</u>	<u>5,168</u>

13 Earnings per share

Basic Earnings per share

The calculation of basic earnings per share for the three-month periods ended 31 March 2017 and 2016 were based on the profit for the period attributable to ordinary shareholders of the Company and the number of ordinary shares outstanding during the periods as follows:

<i>Three-month periods ended 31 March</i>	2017 <i>(in thousand Baht/thousand shares)</i>	2016
Profit for the period attributable to ordinary shareholders of the Company (basic)	<u>56,346</u>	<u>16,319</u>
Number of ordinary shares outstanding	<u>596,493</u>	<u>596,493</u>
Basic earnings per share (in Baht)	<u>0.09</u>	<u>0.03</u>

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Diluted Earnings per share

The calculation of diluted earnings per share for the three-month periods ended 31 March 2017 and 2016 were based on the profit for the period attributable to ordinary shareholders of the Company and the number of ordinary shares outstanding during the periods after adjusting for the effects of all diluted potential ordinary shares as follows:

<i>Three-month periods ended 31 March</i>	2017 <i>(in thousand Baht/thousand shares)</i>	2016 <i>(in thousand Baht/thousand shares)</i>
Profit for the period attributable to ordinary shareholders of the Company (basic)	56,346	16,319
Profit for the period attributable to ordinary shareholders of the Company (diluted)	56,346	16,319
Number of ordinary shares outstanding (basic)	596,493	596,493
Effect of exercise of share options	5,595	-
Number of ordinary shares outstanding (dilute)	602,088	596,493
Diluted earnings per share (in Baht)	0.09	0.03

14 Commitments and contingent liabilities

(a) *Non-cancellable operating lease commitments*

	31 March 2017	31 December 2016
	<i>(in thousand Baht)</i>	
Within one year	11,452	12,342
After one year but within five years	8,705	11,215
Total	20,157	23,557

(b) *Assets held for lease commitments*

As at 31 March 2017 and 31 December 2016, the minimum future annual rental income to be received for assets held for operating leases were as follows:

	31 March 2017	31 December 2016
	<i>(in thousand Baht)</i>	
Within one year	2,334,986	2,486,349
After one year but within five years	3,408,211	3,638,980
After five years	195	-
Total	5,743,392	6,125,329

Under the provisions of certain lease agreements, the lessees have an option to purchase the leased assets upon the expiration of the lease terms. If this option is included in the lease agreement, the lessees are required to pay a sum in advance as a guarantee for exercising the purchase option.

(c) *Letters of guarantee*

As at 31 March 2017, the Company has letters of guarantee issued by some local banks mainly relating to guarantees for rental agreements with government agencies and state enterprises of approximately Baht 150 million (31 December 2016: Baht 129 million).

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15 Event after the reporting period

At the annual general meeting held on 28 April 2017, the shareholders approved for the dividend payment from the net profit and the operating results of the year 2016 at the rate of Baht 0.19 per share for the total number of 596,492,753 shares, totaling Baht 113.3 million and the issuance and offering of debentures in the outstanding debts of not exceeding Baht 10,000 million in whole or in part by single or multiple offering.